

**ND PUBLIC EMPLOYEES RETIREMENT SYSTEM
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2005**

	November-05				October-05				September-05				Current Fiscal YTD	Prior Year FY05	3 Years Ended 6/30/2005	5 Years Ended 6/30/2005
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net ROR	Net ROR	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
LA Capital	69,780,178	4.5%	4.5%	4.53%	66,778,755	4.4%	4.5%	-1.82%	70,815,392	4.6%	4.5%	5.64%	8.42%	8.17%	N/A	N/A
Total Structured Growth	69,780,178	4.5%	4.5%	4.53%	66,778,755	4.4%	4.5%	-1.82%	70,815,392	4.6%	4.5%	5.64%	8.42%	8.17%	8.30%	-8.29%
Russell 1000 Growth				4.31%				-0.97%				4.01%	7.45%	1.67%	7.25%	-10.36%
<i>Structured Value</i>																
LSV	71,138,924	4.6%	4.5%	3.73%	68,630,918	4.5%	4.5%	-2.36%	70,359,654	4.6%	4.5%	4.82%	6.16%	18.24%	14.45%	14.70%
Russell 1000 Value				3.29%				-2.54%				3.88%	4.57%	14.06%	11.00%	5.27%
<i>Enhanced Russell 1000 Index</i>																
LA Capital	94,963,958	6.1%	6.0%	3.85%	91,463,768	6.1%	6.0%	-2.07%	95,055,979	6.2%	6.0%	6.85%	8.66%	7.39%	8.78%	N/A
Russell 1000				3.81%				-1.75%				3.95%	6.01%	7.92%	9.19%	N/A
<i>Enhanced S&P 500 Index</i>																
Northern Trust	94,544,998	6.1%	6.0%	3.82%	91,097,044	6.0%	6.0%	-1.59%	92,676,114	6.0%	6.0%	3.81%	6.07%	6.02%	8.16%	N/A
Westridge	94,211,276	6.1%	6.0%	3.79%	90,813,669	6.0%	6.0%	-1.68%	92,465,312	6.0%	6.0%	3.65%	5.76%	6.66%	8.57%	N/A
Total Enhanced S&P 500 Index	188,756,275	12.2%	12.0%	3.80%	181,910,713	12.0%	12.0%	-1.64%	185,141,426	12.0%	12.0%	3.73%	5.92%	6.26%	8.87%	N/A
S&P 500				3.78%				-1.67%				3.60%	5.73%	6.32%	8.28%	N/A
<i>S&P 500 Index</i>																
State Street	47,275,059	3.1%	3.0%	3.78%	45,554,590	3.0%	3.0%	-1.67%	46,389,436	3.0%	3.0%	3.61%	5.73%	6.34%	8.30%	-2.34%
S&P 500				3.78%				-1.67%				3.60%	5.73%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	471,914,394	30.5%	30.0%	3.91%	454,338,745	30.1%	30.0%	-1.87%	467,761,886	30.4%	30.0%	4.78%	6.84%	8.65%	9.54%	-0.74%
S&P 500				3.78%				-1.67%				3.60%	5.73%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	159,787,371	10.3%	10.0%	4.98%	152,178,448	10.1%	10.0%	-3.73%	158,038,229	10.3%	10.0%	5.48%	6.59%	9.36%	13.65%	N/A
Russell 2000 + 200bp				5.02%				-2.94%				5.21%	7.24%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	159,787,371	10.3%	10.0%	4.98%	152,178,448	10.1%	10.0%	-3.73%	158,038,229	10.3%	10.0%	5.48%	6.59%	9.36%	13.65%	5.64%
Russell 2000				4.85%				-3.11%				4.69%	6.37%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																
<i>Large Cap - Core</i>																
State Street	15,635,898	1.0%	1.0%	2.69%	16,275,313	1.1%	1.0%	-2.98%	16,771,189	1.1%	1.0%	10.65%	10.25%	7.68%	7.31%	-2.19%
MSCI EAFE (1)				2.45%				-2.92%				10.38%	9.77%	9.59%	7.29%	-2.85%
<i>Large Cap - Active</i>																
Capital Guardian	48,331,923	3.1%	3.0%	4.26%	49,659,844	3.3%	3.0%	-1.30%	50,194,725	3.3%	3.0%	11.82%	15.08%	11.23%	7.35%	-3.02%
LSV	46,620,411	3.0%	3.0%	3.24%	48,500,486	3.2%	3.0%	-2.87%	49,949,026	3.2%	3.0%	11.55%	11.85%	N/A	N/A	N/A
Bank of Ireland	15,612,333	1.0%	1.0%	2.01%	15,790,822	1.0%	1.0%	-2.30%	16,149,923	1.1%	1.0%	6.99%	6.63%	12.20%	N/A	N/A
Total Large Cap - Active	110,564,667	7.1%	7.0%	3.51%	113,951,151	7.5%	7.0%	-2.11%	116,293,675	7.6%	7.0%	11.02%	12.49%	13.74%	8.14%	-2.37%
MSCI EAFE - 50% Hedged				3.53%				-2.34%				11.07%	12.30%	14.41%	8.84%	-2.01%
<i>Small Cap - Active</i>																
Lazard	15,212,135	1.0%	1.0%	1.24%	15,858,079	1.0%	1.0%	-4.16%	16,531,234	1.1%	1.0%	9.65%	6.39%	19.82%	N/A	N/A
Wellington	15,991,158	1.0%	1.0%	1.83%	15,852,888	1.0%	1.0%	-2.37%	16,232,695	1.1%	1.0%	8.08%	7.44%	12.00%	N/A	N/A
Total Small Cap - Active	31,203,293	2.0%	2.0%	1.53%	31,710,967	2.0%	2.0%	-3.28%	32,763,928	2.1%	2.0%	8.88%	6.92%	15.90%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.50%				-2.00%				12.05%	13.65%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	157,403,858	10.2%	10.0%	3.04%	161,937,431	10.7%	10.0%	-2.43%	165,828,792	10.8%	10.0%	10.56%	11.15%	13.12%	10.28%	-0.51%
MSCI EAFE - 50% Hedged				3.53%				-2.34%				11.07%	12.30%	14.41%	8.84%	-2.01%
EMERGING MARKETS EQUITY																
<i>Core</i>																
Capital Guardian	14,920,552	1.0%	1.7%	8.54%	45,470,184	3.0%	2.6%	-4.81%	65,494,678	4.3%	3.6%	16.25%	20.11%	33.94%	22.44%	4.12%
Ishares-Index Fund (temporary)	13,227,045	0.9%	0.9%	N/A	-	0.0%	0.9%	N/A	-	0.0%	0.9%	N/A	N/A	N/A	N/A	N/A
JP Morgan	13,387,847	0.9%	0.9%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
UBS	25,259,496	1.6%	1.5%	7.31%	21,426,557	1.4%	1.5%	-5.98%	22,796,595	1.5%	1.4%	N/A	N/A	N/A	N/A	N/A
Total Core	66,794,939	4.3%	4.9%	8.15%	66,896,741	4.4%	4.9%	-5.11%	88,291,273	5.7%	5.9%	17.05%	20.11%	33.94%	22.44%	4.12%
<i>MSCI Emerging Markets Free</i>																
Small Cap																
DFA	15,273,261	1.0%	1.0%	7.07%	14,091,924	0.9%	1.0%	-2.21%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>MSCI Emerging Markets Free</i>																
TOTAL EMERGING MARKETS EQUITY	82,068,200	5.3%	5.0%	7.96%	80,988,665	5.4%	5.0%	-4.92%	88,291,273	5.7%	5.0%	17.05%	20.15%	33.94%	22.44%	4.12%
MSCI Emerging Markets Free				8.28%				-6.53%				18.11%	19.54%	34.89%	24.42%	7.64%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	39,455,499	2.5%	2.3%	0.34%	35,538,607	2.4%	2.2%	-1.11%	33,978,831	2.2%	2.6%	-0.48%	-1.25%	7.25%	7.46%	8.91%
Lehman Aggregate				0.44%				-0.79%				-0.67%	-1.02%	6.80%	5.75%	7.40%
<i>Index</i>																
Bank of ND	80,695,014	5.2%	6.0%	0.50%	79,909,210	5.3%	6.0%	-0.74%	69,862,046	4.5%	4.8%	-0.93%	-1.18%	7.23%	6.11%	7.77%
Bank of ND Match Loan CD Program	-	0.0%	0.0%	N/A	-	0.0%	0.0%	0.14%	19,021,175	1.2%	1.2%	1.28%	N/A	5.08%	5.33%	5.53%
Total Index	80,695,014	5.2%	6.0%	0.50%	79,909,210	5.3%	6.0%	-0.56%	88,883,221	5.8%	6.0%	-0.43%	-0.50%	6.91%	5.88%	7.41%
Lehman Gov/Credit				0.51%				-0.86%				-0.96%	-1.31%	7.26%	6.41%	7.70%
<i>Convertibles</i>																
TCW	39,887,533	2.6%	2.4%	1.46%	36,091,279	2.4%	2.3%	-0.97%	34,388,953	2.2%	2.4%	2.95%	3.44%	-0.23%	8.73%	-2.63%
Merrill Lynch All Convertibles				1.82%				-2.12%				4.15%	3.80%	0.66%	9.94%	0.50%

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	November-05				October-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY05	Ended	Ended
				Net ROR				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2005	6/30/2005
															Net	Net
BBB Average Quality																
Wells Capital	39,315,513	2.5%	2.3%	0.65%	35,072,765	2.3%	2.2%	-1.11%	33,517,868	2.2%	2.6%	-0.82%	-1.28%	12.04%	9.22%	8.81%
<i>Lehman BBB</i>				0.65%				-1.29%				-0.97%	-1.60%	8.60%	9.16%	7.86%
Private Debt																
Prudential	39,581,442	2.6%	2.6%	0.66%	39,561,317	2.6%	2.6%	-0.74%	33,285,599	2.2%	2.2%	-0.27%	-0.36%	N/A	N/A	N/A
<i>Lehman Aggregate</i>				0.44%				-0.79%					-1.02%	N/A	N/A	N/A
Timberland																
RMK	34,350,848	2.2%	2.2%	-0.08%	34,568,159	2.3%	2.3%	-6.10%	36,378,341	2.4%	2.4%	-0.24%	-6.40%	14.50%	12.47%	N/A
TIR	94,876,346	6.1%	6.1%	-0.06%	95,502,348	6.3%	6.3%	3.25%	91,448,499	5.9%	5.9%	-0.09%	3.10%	N/A	N/A	N/A
Total Timberland	129,227,195	8.3%	8.3%	-0.06%	130,070,507	8.6%	8.6%	0.59%	127,826,840	8.3%	8.3%	-0.13%	0.39%	44.29%	21.48%	N/A
<i>NCREIF Timberland Index</i>				0.32%				0.32%					1.59%	14.07%	7.31%	N/A
TOTAL DOMESTIC FIXED INCOME	368,162,196	23.8%	24.0%	0.41%	356,243,683	23.6%	24.0%	-0.32%	351,881,313	22.9%	24.0%	-0.09%	0.00%	19.23%	11.83%	8.92%
<i>Lehman Aggregate</i>				0.44%				-0.79%				-0.67%	-1.02%	6.80%	5.75%	7.40%
HIGH YIELD BONDS																
Loomis Sayles	37,438,163	2.4%	2.5%	0.59%	37,350,933	2.5%	2.5%	-1.21%	37,772,685	2.5%	2.5%	1.24%	0.60%	15.96%	N/A	N/A
<i>Lehman High Yield Cash Pay Index</i>				0.78%				-0.89%				0.99%	0.87%	10.83%	N/A	N/A
Sutter/Wells Capital	37,559,185	2.4%	2.5%	0.90%	37,073,599	2.5%	2.5%	-0.30%	37,217,647	2.4%	2.5%	0.31%	0.90%	9.62%	N/A	N/A
<i>Merrill Lynch High Yield Master II Index</i>				0.78%				-0.89%				0.99%	0.87%	10.63%	N/A	N/A
TOTAL HIGH YIELD BONDS	74,997,348	4.8%	5.0%	0.74%	74,424,532	4.9%	5.0%	-0.76%	74,990,331	4.9%	5.0%	0.77%	0.75%	12.76%	13.38%	5.52%
<i>Lehman High Yield Bond Index</i>				0.78%				-0.89%				0.99%	0.87%	10.86%	14.51%	7.47%
INTERNATIONAL FIXED INCOME																
International Sovereign																
UBS Global (Brinson)	35,777,484	2.3%	2.5%	-1.85%	35,929,305	2.4%	2.5%	-2.12%	36,769,202	2.4%	2.5%	-1.08%	-4.98%	7.92%	11.22%	8.24%
<i>Citigroup Non-US Gov't Bond Index (2)</i>				-1.67%				-2.09%				-1.24%	-4.92%	7.75%	10.98%	7.92%
International Core																
Brandywine	37,288,982	2.4%	2.5%	-0.10%	37,390,181	2.5%	2.5%	-1.49%	37,366,135	2.4%	2.5%	0.80%	-0.79%	11.78%	N/A	N/A
<i>Lehman Global Aggregate (ex-US)</i>				-1.47%				-1.93%				-0.86%	-4.20%	8.10%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	73,066,467	4.7%	5.0%	-0.96%	73,319,487	4.8%	5.0%	-1.80%	74,135,338	4.8%	5.0%	-0.15%	-2.89%	9.84%	12.08%	8.74%
<i>Citigroup Non-US Gov't Bond Index (2)</i>				-1.67%				-2.09%				-1.24%	-4.92%	7.75%	10.98%	7.92%
REAL ESTATE																
INVESCO	40,766,608			0.00%	40,766,625			0.00%	40,766,608			7.19%	7.19%	22.20%	12.15%	10.44%
J.P. Morgan	41,410,487			1.33%	40,868,612			1.17%	40,394,385			6.33%	9.01%	19.52%	12.70%	10.44%
TOTAL REAL ESTATE	82,177,096	5.3%	5.0%	0.66%	81,635,238	5.4%	5.0%	0.58%	81,160,993	5.3%	5.0%	6.76%	8.10%	20.77%	12.39%	10.43%
<i>NCREIF TOTAL INDEX</i>				1.46%				1.46%				4.44%	7.51%	18.02%	12.07%	10.81%
ALTERNATIVE INVESTMENTS																
Brinson IVCF II	90,179			0.00%	90,179			0.00%	90,179			0.00%	0.00%	0.89%	3.69%	-11.70%
Coral Partners II	124,189			0.00%	124,189			0.00%	123,908			0.19%	0.19%	1.13%	8.47%	-21.52%
Coral Partners V	4,508,859			0.00%	4,507,295			0.00%	4,441,943			0.01%	0.01%	-18.97%	-24.36%	-22.64%
Coral Partners V - Supplemental	537,549			0.00%	537,363			0.00%	542,802			-7.36%	-7.36%	-6.85%	-4.52%	N/A
Coral Partners VI	5,391,836			0.00%	5,277,496			0.00%	4,353,286			-1.55%	-1.55%	-1.17%	N/A	N/A
Brinson 1998 Partnership Fund	1,349,663			0.00%	1,349,195			0.00%	1,348,645			3.17%	3.17%	19.64%	3.73%	-1.83%
Brinson 1999 Partnership Fund	2,334,669			0.00%	2,632,394			0.00%	2,631,322			2.44%	2.44%	9.31%	1.61%	-4.71%
Brinson 2000 Partnership Fund	5,346,879			0.00%	5,370,973			0.00%	5,368,785			6.45%	6.45%	14.97%	3.21%	-0.80%
Brinson 2001 Partnership Fund	3,639,762			0.00%	3,174,929			0.00%	3,173,636			3.91%	3.91%	4.00%	1.40%	N/A
Brinson 2002 Partnership Fund	1,984,997			0.00%	1,984,309			0.00%	1,983,500			3.47%	3.47%	-4.22%	6.13%	N/A
Brinson 2003 Partnership Fund	480,132			0.00%	479,966			0.00%	394,646			7.59%	7.59%	1.71%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,195,379			0.00%	1,194,965			0.00%	1,194,478			-5.55%	-5.55%	32.09%	21.85%	11.30%
Brinson 2000 Non-US Partnership Fund	1,650,734			0.00%	1,650,161			0.00%	1,649,489			-0.69%	-0.69%	15.57%	13.45%	4.88%
Brinson 2001 Non-US Partnership Fund	1,511,455			0.00%	1,809,485			0.00%	1,808,748			9.11%	9.11%	9.19%	8.24%	N/A
Brinson 2002 Non-US Partnership Fund	2,146,062			0.00%	2,145,317			0.00%	2,144,443			-0.04%	-0.04%	12.60%	12.07%	N/A
Brinson 2003 Non-US Partnership Fund	1,190,834			0.00%	1,190,421			0.00%	1,189,936			0.61%	0.61%	2.52%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	458,864			0.00%	311,168			0.00%	311,041			4.09%	4.09%	0.42%	N/A	N/A
Brinson BVCF IV	7,841,958			0.00%	7,839,175			0.00%	7,204,263			10.29%	10.29%	6.06%	3.14%	-7.20%
Matlin Patterson Global Opportunities	7,297,854			0.00%	7,615,790			0.00%	7,612,688			-8.79%	-8.79%	102.75%	N/A	N/A
Matlin Patterson Global Opportunities II	6,511,278			0.00%	6,512,339			0.00%	6,509,686			0.00%	0.00%	N/A	N/A	N/A
InvestAmerica	2,070,268			0.00%	2,069,550			0.00%	2,068,707			0.00%	0.00%	-18.88%	-13.16%	N/A
Hearthstone MSII	0			0.00%	0			0.00%	326,842			0.00%	0.00%	1214.92%	179.43%	90.03%
Hearthstone MSIII	6,953,060			0.00%	6,950,649			0.00%	5,948,415			4.53%	4.53%	16.51%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	64,616,461	4.2%	5.0%	0.00%	64,817,310	4.3%	5.0%	0.00%	62,421,388	4.1%	5.0%	1.64%	1.64%	17.24%	3.02%	-4.45%
CASH EQUIVALENTS																
Northern Trust STIF/STEP	14,112,572	0.9%	1.0%	0.26%	11,867,266	0.8%	1.0%	0.31%	13,469,141	0.9%	1.0%	0.89%	1.47%	2.19%	1.82%	2.72%
<i>90 Day T-Bill</i>				0.33%				0.26%				0.83%	1.43%	2.15%	1.55%	2.62%
TOTAL FUND	1,548,305,962	100.0%	100.0%	2.55%	1,511,750,804	100.0%	100.0%	-1.66%	1,537,978,684	100.0%	100.0%	4.43%	5.32%	14.07%	11.96%	4.66%
POLICY TARGET BENCHMARK				2.53%				-1.63%				3.67%	4.55%	10.46%	9.88%	3.83%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.